



Kickhaefer & Buessing, P.A.
Certified Public Accountants

CLIFTON-CLYDE
UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS
AUDIT REPORT JUNE 30, 2018

Prepared By
KICKHAEFER & BUESSING, P.A.
Certified Public Accountants
Marysville, Kansas 66508

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

FINANCIAL STATEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

TABLE OF CONTENTS

<u>ITEM</u>		<u>PAGE NUMBER</u>
Independent Auditors' Report		1-2
FINANCIAL INFORMATION		
Statement 1	Summary Statement of Regulatory Basis Receipts, Expenditures, and Unencumbered Cash	3
Notes to the Financial Statement		5-12
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION		
Schedule 1	Summary of Regulatory Basis Expenditures – Actual and Budget	13
Schedule 2	Schedule of Regulatory Basis Receipts and Expenditures	15-26
Schedule 3	Agency Funds – Schedule of Regulatory Basis Receipts and Disbursements	27
Schedule 4	District Activity Funds – Summary of Regulatory Basis Receipts, Expenditures and Unencumbered Cash	28
OTHER SUPPLEMENTARY INFORMATION		
Schedule 5	Comparison of Depository Security with Funds on Deposit	29

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INDEPENDENT AUDITORS' REPORT

Board of Education
Unified School District No. 224
Clyde, Kansas 66938

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 224, Clyde, Kansas, as of and for the fiscal year ended June 30, 2018 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1.C; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S Generally Accepted Accounting Principles

As described in Note 1.C of the financial statement, the financial statement is prepared by the Unified School District No. 224, Clyde, Kansas, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Basis for Adverse Opinion on U.S Generally Accepted Accounting Principles (cont.)

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1.C and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 224, Clyde, Kansas, as of June 30, 2018, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District No. 224, Clyde, Kansas, as of June 30, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.C.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and disbursements-agency funds, summary statement of regulatory basis receipts, and expenditures and unencumbered cash-district activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The comparison of depository security with funds on deposit (Schedule 5) is presented as other supplementary information and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.C.



Kickhaefer & Buessing, P.A.

Marysville, Kansas

November 5, 2018

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

FINANCIAL INFORMATION

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

STATEMENT 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

FUNDS	BEGINNING UNENCUMBERED CASH BALANCE	PRIOR YEAR CANCELLED ENCUMBRANCES	RECEIPTS	EXPENDITURES	ENDING UNENCUMBERED CASH BALANCE	ADD OUTSTANDING ENCUMBRANCES AND ACCOUNTS PAYABLE	ENDING CASH BALANCE
GENERAL FUNDS:							
GENERAL	\$ 0.30	\$ 0.00	\$ 2,586,855.68	\$ 2,586,855.98	\$ 0.00	\$ 90,570.75	\$ 90,570.75
SUPPLEMENTAL GENERAL	38,850.01	0.00	869,851.13	877,802.25	30,898.89	50,287.50	81,186.39
SPECIAL PURPOSE FUNDS:							
AT RISK (4 YR OLD)	37,158.18	0.00	33,384.60	50,360.08	20,182.70	180.00	20,362.70
AT RISK (K-12)	60,031.16	0.00	164,999.15	185,030.31	40,000.00	28.00	40,026.00
CAPITAL OUTLAY	391,314.87	0.00	158,302.47	5,660.00	543,957.34	0.00	543,957.34
RURAL EDUCATION ACHIEVEMENT PROGRAM	0.00	0.00	30,328.00	30,328.00	0.00	0.00	0.00
DRIVER EDUCATION	22,627.39	0.00	4,563.00	5,289.61	21,900.78	20.00	21,920.78
FOOD SERVICE	45,261.05	0.00	193,530.06	202,791.11	36,000.00	643.00	36,643.00
PROFESSIONAL DEVELOPMENT	3,076.54	0.00	3,302.89	6,378.43	0.00	909.98	909.98
SPECIAL EDUCATION	404,701.50	0.00	295,161.68	472,852.37	227,210.81	500.00	227,710.81
CAREER & POST SECONDARY EDUCATION	118,520.30	0.00	93,663.87	128,728.85	83,455.32	2,186.00	85,641.32
GIFTS AND GRANTS	11,442.71	58.38	33,391.44	34,424.57	10,467.96	1,588.61	12,056.57
KPERS SPECIAL RETIREMENT CONTRIBUTION	0.00	0.00	254,468.53	254,468.53	0.00	0.00	0.00
CONTINGENCY RESERVE	228,840.71	0.00	0.00	0.00	228,840.71	0.00	228,840.71
TEXTBOOK AND STUDENT MATERIAL REVOLVING	11,332.42	0.00	14,563.06	2,361.37	23,534.11	500.00	24,034.11
TITLE I	0.00	0.00	35,635.00	35,635.00	0.00	0.00	0.00
TITLE I-A FY18	0.00	0.00	7,972.00	7,972.00	0.00	0.00	0.00
TITLE I-A FY16	0.51	0.00	0.00	0.51	0.00	0.00	0.00
GATE RECEIPTS	5,268.03	0.00	37,394.13	40,702.46	1,959.70	0.00	1,959.70
SCHOOL PROJECTS	22,955.66	0.00	77,101.94	72,186.46	27,871.14	0.00	27,871.14
TRUST FUNDS:							
SCHOLARSHIPS:							
STEVEN ROLAND DOUGLAS	5.38	0.00	400.00	200.00	205.38	0.00	205.38
MARGARET HOWE CHRISTIAN	1,815.81	0.00	9.73	500.00	1,325.54	0.00	1,325.54
LESTER C. LAWRENCE	21,341.99	0.00	162.52	1,000.00	20,504.51	0.00	20,504.51
ANNA LUKES	202.07	0.00	0.00	50.00	152.07	0.00	152.07
LLOYD WELBORN	2,137.05	0.00	11.61	200.00	1,948.66	0.00	1,948.66
HAROLD AND LEOLA WOOD	5,559.71	0.00	42.45	500.00	5,102.16	0.00	5,102.16
TOTAL REPORTING ENTITY (EXCLUDING AGENCY FUNDS)	\$ 1,432,443.35	\$ 58.38	\$ 4,895,094.94	\$ 5,002,078.89	\$ 1,325,517.78	\$ 147,411.84	\$ 1,472,929.62

COMPOSITION OF CASH:

KAW VALLEY STATE BANK - NOW	\$ (162,499.07)
KAW VALLEY STATE BANK - MONEY MARKET	780,848.00
KAW VALLEY STATE BANK - HIGH SCHOOL, MIDDLE SCHOOL, PETTY CASH	19,702.95
KAW VALLEY STATE BANK - CERTIFICATES OF DEPOSIT	100,000.00
ELK STATE BANK - NOW	46,402.83
ELK STATE BANK - CERTIFICATES OF DEPOSIT	400,000.00
AMERICAN STATE BANK - SAVINGS ACCOUNTS	357.45
AMERICAN STATE BANK - CERTIFICATES OF DEPOSIT	28,880.87
KANSAS MUNICIPAL INVESTMENT POOL	300,000.00
TOTAL CASH	1,513,693.03
AGENCY FUNDS PER SCHEDULE 3	(40,763.41)
TOTAL REPORTING ENTITY (EXCLUDING AGENCY FUNDS)	\$ 1,472,929.62

The Notes to the Financial Statement are an integral part of this Statement.

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

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CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Municipal Financial Reporting Entity

Unified School District No. 224 is a municipal corporation governed by an elected seven-member board. This regulatory financial statement presents Unified School District No. 224 (the District) and does not include any related municipal entities.

B. Regulatory Basis Fund Types

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Trust Fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

C. Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

D. Reimbursements

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

E. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The District published the budget on August 10 and held the hearing with budget approval on August 21. The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held, and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received, and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose funds: Contingency Reserve, Textbook and Student Materials, and all federal programs and grant funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or using internal spending limits established by the governing body.

F. Property Tax

The county clerk calculates the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to the county treasurer, who prepares tax statements and receives payment.

Taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 21st and May 11th. Delinquent taxes were assessed interest at 10% per annum for the calendar years 2017 and 2018. This interest is retained by the county.

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

F. Property Tax (cont.)

Taxes levied to finance the budget are made available to the District after January 1st and are distributed by the county treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed throughout the year.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance With Finance-Related Legal and Contractual Provisions

The District appears to be compliant with all finance-related legal and contractual provisions.

3. DEPOSITS AND INVESTMENTS

As of June 30, 2018, the District had the following investments and maturities:

Investment Type	Cost	Fair Value	Investment Maturity Less than 1 Year	Rating U.S.
Kansas Municipal Investment Pool	\$300,000.00	\$300,000.00	\$300,000.00	S&P AA+/S1+

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits more than FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer if the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2018, is as follows:

Investments	Percentage of Investments
Kansas Municipal Investment Pool	100%

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, of the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2018.

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2018

3. DEPOSITS AND INVESTMENTS (cont.)

At June 30, 2018, the carrying amount of the District's deposits, including certificates of deposit, was \$1,213,693.03 and the bank balance was \$1,257,760.63. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$548,959.27 was covered by FDIC insurance and \$708,801.36 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

At June 30, 2018, the District had invested \$300,000.00 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$150,861 after June 30, 2018 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

5. LONG-TERM DEBT

The District has no long-term liabilities for the year ended June 30, 2018.

6. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Food Service	K.S.A. 72-6428	3,397.81
General Fund	Professional Development	K.S.A. 72-6428	2,151.89
General Fund	Special Education	K.S.A. 72-6428	270,851.00
General Fund	Career & Post Secondary Education	K.S.A. 72-6428	46,078.11
General Fund	At Risk (4 Yr. Old)	K.S.A. 72-6428	500.00
General Fund	At Risk (K-12)	K.S.A. 72-6428	124,999.15
Supplemental General	Food Service	K.S.A. 72-6433	36,000.00
Supplemental General	Career & Post Secondary Education	K.S.A. 72-6433	42,161.09
Supplemental General	At Risk (4 Yr. Old)	K.S.A. 72-6433	20,000.00
Supplemental General	At Risk (K-12)	K.S.A. 72-6433	40,000.00

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2018

7. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS per the provisions of section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$254,468.53 for the year ended June 30, 2018.

Net Pension Liability. At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$3,167,993. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2018

7. DEFINED BENEFIT PENSION PLAN (cont.)

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other post-employment benefits. As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Fringe Benefits. The District provides a fringe benefit of \$5,895 per full time teacher which shall be used to apply toward the purchase of a single membership in the District's group health insurance program. Teachers currently receiving the \$2,850 benefit and who are on their spouse's group insurance plan shall be grandfathered in at that rate. If a single membership in the District's health insurance plan costs less than \$5,895, the teacher shall allocate the remaining balance of the fringe benefit to one or more of the following: (1) group term life and accidental death and dismemberment insurance, (2) salary protection insurance, (3) cancer insurance, (4) cash. The District also provides a fringe benefit to non-teachers, including but not limited to, the Superintendent (\$5,895), Principal (\$5,895), board clerk (\$5,895), tech director (\$5,895), full-time custodian (\$5,895), board secretary/treasurer (\$2,474), school lunch employee (\$637 per year), school nurse (\$880 per year), building secretaries (\$731 per year), transportation employee (\$577 per year), and library aide/lunchroom supervisors (\$500 per year). This benefit must be applied towards the purchase of the District's group health insurance plan membership. In addition, any employee who enrolls in the District's health insurance option will receive the full fringe benefit provided the employee works a minimum of 30 hours per week.

The District provides a flexible fringe benefit salary reduction program to comply with Section 125 of the Internal Revenue Code. A teacher may choose a Section 125 salary reduction to purchase tax free benefits. The amount by which a teacher's monthly salary may be reduced to purchase eligible tax-free benefits may not exceed the cost of the benefits purchased or the teacher's monthly salary, whichever is less. Salary reductions may be used to purchase the following benefits selected by each teacher: (1) group term life and accidental death and dismemberment insurance, (2) District group health insurance, (3) salary protection insurance, (4) cancer insurance, (5) medical reimbursement, (6) dependent child care.

Compensated Absences. The District has the following policies regarding vacation and sick leave: Teachers are allowed ten (10) days sick leave. After 3 years of teaching in the District, teachers are allowed 15 days' sick leave cumulative to 65 days. A teacher on an extended contract is entitled to 1 day of leave for each month beyond the normal contract. Each teacher is granted 2 days of personal leave per year cumulative to 3 days; the superintendent is allowed 20 days of vacation and 10 days' sick leave, cumulative to 65 days per year; the principal is allowed 2 days personal leave and 15 days sick leave cumulative to 65 days; full-time classified employees who work on a 12-month basis are allowed 10 days sick leave the first 3 years, then 15 days sick leave thereafter, cumulative to 65 days and are allowed 10 days paid vacation each year. Full-time classified employees who work on a 12-month basis shall receive 1 day of vacation for each year of service after 10 years

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2018

8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (cont.)

to a maximum of 20 days for 20 years of service. Full-time classified salary employees shall receive 20 vacation days per year. After 5 years of employment, classified staff shall be granted 1 personal leave day per year cumulative to 2 days, and after 10 years of employment, 2 personal days leave per year, cumulative to 2 days. After 5 continuous years of employment in the District, employees will be paid \$30.00 per accumulated sick leave day remaining more than their allowed cumulative total days as of June 30 of each contract year. Full-time 12 month classified employees may be compensated for unused sick leave after five (5) years in the district and after accumulating 65 days. At the end of each school year, staff shall be compensated for unused sick leave more than 65 days and up to two (2) personal days at the rate of \$30.00 per day. Teachers leaving the District after 20 or more years of service shall be compensated for the unused portion of their accumulated sick leave (maximum of 80 days at the rate of \$30.00 per day).

Liability for compensated absences is not reflected in the financial statement.

Termination Benefits. The district offers a severance payment to any teacher of the District after a minimum 20 years of employment. This payment shall be paid to the teacher upon retirement for each year of service to the District up to a maximum of 40 years based on the following schedule:

<u>Year of Retirement</u>	<u>Percentage of Final Base Salary (excluding supplementary and extended contracts)</u>
Age 61 or before	.55%
Age 62	.45%
Age 63	.35%
Age 64	.25%

The District made severance payments totaling \$8,297.20 to qualified recipients as of June 30, 2018.

9. RELATED PARTY TRANSACTIONS

The related parties in a governmental entity include board members, administrative officials, and immediate families of board members and administrative officials. Required disclosures on related party transactions do not include compensation arrangements, expense allowance and similar items incurred in the ordinary course of operations. The following is required for disclosure:

	<u>Amount</u>
Elk State Bank (cash balance as of June 30, 2018)	\$447,682.24
Tim Ohlde, spouse of board member, is Chief Executive Officer	
Gina Sacco, spouse of middle/grade school principal, is an employee	

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2018

10. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

<u>Projects</u>	<u>Project Authorization</u>	<u>Expenditures To Date</u>
CCHS ADA Lift	65,036.00	48,722.40
District Security	18,008.00	10,667.90
CCGS Gym Floor	19,997.00	0.00

11. SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

12. COMMITMENTS AND CONTINGENCIES

Litigation. As of the audit date, there are no threatened or pending litigation claims involving the District.

Grant program involvement. The District participates in several federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives for audit of these programs for or including the year ending June 30, 2018. These compliance audits have not been conducted as of November 5, 2018. Accordingly, the District's compliance with applicable grant agreements will be established at some future date. The amount of expenditures, which may be disallowed by the grantor agencies, cannot be determined now, although the District expects such amounts, if any, to be immaterial.

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

FUNDS	CERTIFIED BUDGET	ADJUSTMENT		ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	TOTAL BUDGET FOR COMPARISON	EXPENDITURES CHARGEABLE TO CURRENT YEAR	VARIANCE - OVER (UNDER)
		TO COMPLY WITH LEGAL MAX					
GENERAL FUNDS:							
GENERAL	\$ 2,647,165.00	\$ (88,132.00)	\$	27,822.68	\$ 2,586,855.68	\$ 2,586,855.98	\$ 0.30
SUPPLEMENTAL GENERAL	890,871.00	(17,107.00)		4,038.25	877,802.25	877,802.25	0.00
SPECIAL PURPOSE FUNDS:							
AT RISK (4 YR OLD)	67,158.00	0.00		0.00	67,158.00	50,360.08	(16,797.92)
AT RISK (K-12)	185,031.00	0.00		0.00	185,031.00	185,030.31	(0.69)
CAPITAL OUTLAY	526,037.00	0.00		0.00	526,037.00	5,660.00	(520,377.00)
DRIVER EDUCATION	12,060.00	0.00		0.00	12,060.00	5,289.61	(6,770.39)
FOOD SERVICE	263,751.00	0.00		0.00	263,751.00	202,791.11	(60,959.89)
PROFESSIONAL DEVELOPMENT	10,000.00	0.00		0.00	10,000.00	6,379.43	(3,620.57)
SPECIAL EDUCATION	914,702.00	0.00		0.00	914,702.00	472,652.37	(442,049.63)
CAREER & POST SECONDARY EDUCATION	193,520.00	0.00		0.00	193,520.00	128,728.85	(64,791.15)
KPERS SPECIAL RETIREMENT CONTRIBUTION	259,264.00	0.00		0.00	259,264.00	254,468.53	(4,795.47)

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

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CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 1 OF 12

GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	17-18 <u>ACTUAL</u>	17-18 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE SOURCES--			
GENERAL STATE AID	\$ 2,288,182.00	\$ 2,338,913.00	\$ (50,731.00)
SPECIAL EDUCATION AID	<u>270,851.00</u>	<u>308,252.00</u>	<u>(37,401.00)</u>
TOTAL STATE SOURCES	<u>2,559,033.00</u>	<u>2,647,165.00</u>	<u>(88,132.00)</u>
REIMBURSEMENTS	<u>27,822.68</u>	<u>0.00</u>	<u>27,822.68</u>
TOTAL CASH RECEIPTS	<u>2,586,855.68</u>	<u>\$ 2,647,165.00</u>	<u>\$ (60,309.32)</u>
<u>EXPENDITURES</u>			
INSTRUCTION	1,188,135.37	\$ 1,202,563.00	\$ (14,427.63)
SUPPORT SERVICES:			
STUDENT SUPPORT SERVICES	82,474.40	79,130.00	3,344.40
INSTRUCTIONAL SUPPORT STAFF	39,173.82	45,200.00	(6,026.18)
GENERAL ADMINISTRATION	153,412.36	121,004.00	32,408.36
SCHOOL ADMINISTRATION	211,866.91	221,864.00	(9,997.09)
CENTRAL SERVICES	46,977.01	48,670.00	(1,692.99)
OPERATIONS & MAINTENANCE	294,044.58	402,737.00	(108,692.42)
STUDENT TRANSP. SERV.-VEHICLE OPER. SERV.	80,130.12	86,127.00	(5,996.88)
STUDENT TRANSP. SERV.-VEHICLE SERV. & MAINT.	42,663.45	48,947.00	(6,283.55)
OPERATING TRANSFERS:			
FOOD SERVICE	3,397.81	0.00	3,397.81
PROFESSIONAL DEVELOPMENT	2,151.89	5,923.00	(3,771.11)
SPECIAL EDUCATION	270,851.00	310,000.00	(39,149.00)
AT RISK (4 YR OLD)	500.00	10,000.00	(9,500.00)
AT RISK (K-12)	124,999.15	65,000.00	59,999.15
CAREER & POST SECONDARY EDUCATION	46,078.11	0.00	46,078.11
ADJUSTMENT TO COMPLY WITH LEGAL MAX	<u>0.00</u>	<u>(88,132.00)</u>	<u>88,132.00</u>
LEGAL GENERAL FUND BUDGET	2,586,855.98	2,559,033.00	27,822.98
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	<u>0.00</u>	<u>27,822.68</u>	<u>(27,822.68)</u>
TOTAL EXPENDITURES	<u>2,586,855.98</u>	<u>\$ 2,586,855.68</u>	<u>\$ 0.30</u>
CASH RECEIPTS OVER (UNDER) EXPENDITURES	(0.30)		
UNENCUMBERED CASH, JULY 1, 2017	<u>0.30</u>		
UNENCUMBERED CASH, JUNE 30, 2018	<u>\$ (0.00)</u>		

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 2 OF 12

SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
AD VALOREM PROPERTY TAXES -2016	\$ 26,262.57	\$ 34,188.00	\$ (7,925.43)
AD VALOREM PROPERTY TAXES -2017	645,390.99	612,516.00	32,874.99
DELINQUENT PROPERTY TAX	5,900.99	0.00	5,900.99
MOTOR VEHICLE TAX	53,514.46	53,595.00	(80.54)
RECREATIONAL VEHICLE TAX	745.42	717.00	28.42
COMMERCIAL VEHICLE TAX	2,542.45	2,678.00	(135.55)
STATE OF KANSAS	131,456.00	131,456.00	0.00
TRANSFER FROM CONTINGENCY RESERVE	0.00	16,871.00	(16,871.00)
REIMBURSEMENTS	4,038.25	0.00	4,038.25
TOTAL CASH RECEIPTS	869,851.13	\$ 852,021.00	\$ 17,830.13
<u>EXPENDITURES</u>			
INSTRUCTION	96,375.97	\$ 46,140.00	\$ 50,235.97
SUPPORT SERVICES:			
INSTRUCTIONAL SUPPORT STAFF	4,928.20	500.00	4,428.20
GENERAL ADMINISTRATION	456.05	3,000.00	(2,543.95)
SCHOOL ADMINISTRATION	12,037.43	9,750.00	2,287.43
CENTRAL SERVICES	53,072.99	54,570.00	(1,497.01)
OPERATIONS & MAINTENANCE	301,675.46	128,300.00	173,375.46
STUDENT TRANSPORTATION SERVICES	270,106.68	253,611.00	16,495.68
ARCHITECTURE & ENGINEERING SERVICES	988.38	0.00	988.38
TRANSFERS:			
AT RISK (4 YR OLD)	20,000.00	20,000.00	0.00
AT RISK (K-12)	40,000.00	60,000.00	(20,000.00)
FOOD SERVICE	36,000.00	40,000.00	(4,000.00)
CAREER AND POSTSECONDARY EDUCATION	42,161.09	75,000.00	(32,838.91)
SPECIAL EDUCATION	0.00	200,000.00	(200,000.00)
ADJUSTMENT TO COMPLY WITH LEGAL MAX	0.00	(17,107.00)	17,107.00
LEGAL SUPPLEMENTAL GENERAL FUND BUDGET	877,802.25	873,764.00	4,038.25
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	0.00	4,038.25	(4,038.25)
TOTAL EXPENDITURES	877,802.25	\$ 877,802.25	\$ 0.00
RECEIPTS OVER (UNDER) EXPENDITURES	(7,951.12)		
UNENCUMBERED CASH, JULY 1, 2017	38,850.01		
UNENCUMBERED CASH, JUNE 30, 2018	\$ 30,898.89		

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 3 OF 12

4 YEAR OLD AT RISK
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
OTHER REVENUE FROM LOCAL SOURCE	\$ 12,884.60	\$ 0.00	\$ 12,884.60
TRANSFER FROM GENERAL	500.00	10,000.00	(9,500.00)
TRANSFER FROM SUPPLEMENTAL GENERAL	20,000.00	20,000.00	0.00
TOTAL CASH RECEIPTS	33,384.60	\$ 30,000.00	\$ 3,384.60
<u>EXPENDITURES</u>			
INSTRUCTION	45,034.55	\$ 61,800.00	\$ (16,765.45)
SUPPORT SERVICES:			
STUDENT TRANSPORTATION SERVICES	5,325.53	5,358.00	(32.47)
TOTAL EXPENDITURES	50,360.08	\$ 67,158.00	\$ (16,797.92)
RECEIPTS OVER (UNDER) EXPENDITURES	(16,975.48)		
UNENCUMBERED CASH, JULY 1, 2017	37,158.18		
UNENCUMBERED CASH, JUNE 30, 2018	\$ 20,182.70		

K-12 AT RISK

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL	\$ 124,999.15	\$ 65,000.00	\$ 59,999.15
TRANSFER FROM SUPPLEMENTAL GENERAL	40,000.00	60,000.00	(20,000.00)
TOTAL CASH RECEIPTS	164,999.15	\$ 125,000.00	\$ 39,999.15
<u>EXPENDITURES</u>			
INSTRUCTION	173,935.87	\$ 171,271.00	\$ 2,664.87
SUPPORT SERVICES:			
STUDENT SUPPORT SERVICES	10,223.19	11,550.00	(1,326.81)
STUDENT TRANSPORTATION SERVICES	871.25	2,210.00	(1,338.75)
TOTAL EXPENDITURES	185,030.31	\$ 185,031.00	\$ (0.69)
RECEIPTS OVER (UNDER) EXPENDITURES	(20,031.16)		
UNENCUMBERED CASH, JULY 1, 2017	60,031.16		
UNENCUMBERED CASH, JUNE 30, 2018	\$ 40,000.00		

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 4 OF 12

CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
AD VALOREM PROPERTY TAXES -2016	\$ 5,125.62	\$ 6,776.00	\$ (1,650.38)
AD VALOREM PROPERTY TAXES -2017	127,529.35	124,665.00	2,864.35
DELINQUENT PROPERTY TAX	548.76	0.00	548.76
MOTOR VEHICLE TAX	4,033.28	3,086.00	947.28
RECREATIONAL VEHICLE TAX	72.18	41.00	31.18
COMMERCIAL VEHICLE TAX	483.75	154.00	329.75
INTEREST ON IDLE FUNDS	13,269.27	0.00	13,269.27
MISCELLANEOUS	7,240.26	0.00	7,240.26
TOTAL CASH RECEIPTS	158,302.47	\$ 134,722.00	\$ 23,580.47
<u>EXPENDITURES</u>			
INSTRUCTION	5,660.00	\$ 0.00	\$ 5,660.00
SUPPORT SERVICES: OPERATIONS & MAINTENANCE	0.00	526,037.00	(526,037.00)
TOTAL EXPENDITURES	5,660.00	\$ 526,037.00	\$ (520,377.00)
RECEIPTS OVER (UNDER) EXPENDITURES	152,642.47		
UNENCUMBERED CASH, JULY 1, 2017	391,314.87		
UNENCUMBERED CASH, JUNE 30, 2018	\$ 543,957.34		

DRIVER EDUCATION FUND

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 2,688.00	\$ 4,200.00	\$ (1,512.00)
OTHER REVENUE FROM LOCAL SOURCE	1,875.00	1,700.00	175.00
TOTAL CASH RECEIPTS	4,563.00	\$ 5,900.00	\$ (1,337.00)
<u>EXPENDITURES</u>			
INSTRUCTION	5,076.90	\$ 11,460.00	\$ (6,383.10)
SUPPORT SERVICES: INSTRUCTIONAL SUPPORT STAFF	85.00	100.00	(15.00)
OPERATIONS & MAINTENANCE	127.71	500.00	(372.29)
TOTAL EXPENDITURES	5,289.61	\$ 12,060.00	\$ (6,770.39)
RECEIPTS OVER (UNDER) EXPENDITURES	(726.61)		
UNENCUMBERED CASH, JULY 1, 2017	22,627.39		
UNENCUMBERED CASH, JUNE 30, 2018	\$ 21,900.78		

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 5 OF 12

FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE OF KANSAS - STATE AID	\$ 1,710.82	\$ 1,583.00	\$ 127.82
- FEDERAL AID	80,517.04	77,259.00	3,258.04
MEALS	70,530.44	79,573.00	(9,042.56)
MISCELLANEOUS	1,373.95	20,000.00	(18,626.05)
TRANSFER FROM GENERAL	3,397.81	0.00	3,397.81
TRANSFER FROM SUPPLEMENTAL GENERAL	36,000.00	40,000.00	(4,000.00)
 TOTAL CASH RECEIPTS	 <u>193,530.06</u>	 <u>\$ 218,415.00</u>	 <u>\$ (24,884.94)</u>
<u>EXPENDITURES</u>			
OPERATIONS & MAINTENANCE	3,450.89	\$ 5,000.00	\$ (1,549.11)
FOOD SERVICE OPERATIONS	199,340.22	258,751.00	(59,410.78)
 TOTAL EXPENDITURES	 <u>202,791.11</u>	 <u>\$ 263,751.00</u>	 <u>\$ (60,959.89)</u>
 RECEIPTS OVER (UNDER) EXPENDITURES	 (9,261.05)		
 UNENCUMBERED CASH, JULY 1, 2017	 <u>45,261.05</u>		
 UNENCUMBERED CASH, JUNE 30, 2018	 <u>\$ 36,000.00</u>		

PROFESSIONAL DEVELOPMENT FUND

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 1,151.00	\$ 1,000.00	\$ 151.00
TRANSFER FROM GENERAL	2,151.89	5,923.00	(3,771.11)
 TOTAL CASH RECEIPTS	 <u>3,302.89</u>	 <u>\$ 6,923.00</u>	 <u>\$ (3,620.11)</u>
<u>EXPENDITURES</u>			
INSTRUCTION	357.00	0.00	357.00
SUPPORT SERVICES:			
INSTRUCTIONAL SUPPORT STAFF	6,022.43	\$ 10,000.00	\$ (3,977.57)
 TOTAL EXPENDITURES	 <u>6,379.43</u>	 <u>\$ 10,000.00</u>	 <u>\$ (3,620.57)</u>
 RECEIPTS OVER (UNDER) EXPENDITURES	 (3,076.54)		
 UNENCUMBERED CASH, JULY 1, 2017	 <u>3,076.54</u>		
 UNENCUMBERED CASH, JUNE 30, 2018	 <u>\$ 0.00</u>		

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 6 OF 12

SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE OF KANSAS - FEDERAL AID	\$ 1,821.00	\$ 0.00	\$ 1,821.00
MISCELLANEOUS REVENUE	22,489.68	0.00	22,489.68
TRANSFER FROM GENERAL	270,851.00	310,000.00	(39,149.00)
TRANSFER FROM SUPPLEMENTAL GENERAL	<u>0.00</u>	<u>200,000.00</u>	<u>(200,000.00)</u>
TOTAL CASH RECEIPTS	<u>295,161.68</u>	<u>\$ 510,000.00</u>	<u>\$ (214,838.32)</u>
<u>EXPENDITURES</u>			
INSTRUCTION	472,126.12	\$ 524,909.00	\$ (52,782.88)
SUPPORT SERVICES:			
STUDENT TRANSPORTATION SERVICES	26.25	7,250.00	(7,223.75)
VEHICLE OPERATING SERVICES	500.00	0.00	500.00
OTHER SUPPORT SERVICES	<u>0.00</u>	<u>382,543.00</u>	<u>(382,543.00)</u>
TOTAL EXPENDITURES	<u>472,652.37</u>	<u>\$ 914,702.00</u>	<u>\$ (442,049.63)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(177,490.69)		
UNENCUMBERED CASH, JULY 1, 2017	<u>404,701.50</u>		
UNENCUMBERED CASH, JUNE 30, 2018	<u>\$ 227,210.81</u>		

CAREER AND POSTSECONDARY EDUCATION

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL	\$ 46,078.11	\$ 0.00	\$ 46,078.11
TRANSFER FROM SUPPLEMENTAL GENERAL	42,161.09	75,000.00	(32,838.91)
OTHER REVENUE FROM LOCAL SOURCE	<u>5,424.67</u>	<u>0.00</u>	<u>5,424.67</u>
TOTAL CASH RECEIPTS	<u>93,663.87</u>	<u>\$ 75,000.00</u>	<u>\$ 18,663.87</u>
<u>EXPENDITURES</u>			
INSTRUCTION	128,647.42	\$ 193,520.00	\$ (64,872.58)
SUPPORT SERVICES:			
OPERATIONS & MAINTENANCE	<u>81.43</u>	<u>0.00</u>	<u>81.43</u>
TOTAL EXPENDITURES	<u>128,728.85</u>	<u>\$ 193,520.00</u>	<u>\$ (64,791.15)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(35,064.98)		
UNENCUMBERED CASH, JULY 1, 2017	<u>118,520.30</u>		
UNENCUMBERED CASH, JUNE 30, 2018	<u>\$ 83,455.32</u>		

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 7 OF 12

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	17-18 ACTUAL	17-18 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
KPERS STATE AID	\$ 254,468.53	\$ 259,264.00	\$ (4,795.47)
<u>EXPENDITURES</u>			
SUPPORT SERVICES:			
INSTRUCTION	160,315.20	\$ 144,264.00	\$ 16,051.20
STUDENT SUPPORT	10,178.74	14,000.00	(3,821.26)
INSTRUCTIONAL SUPPORT	4,453.20	9,000.00	(4,546.80)
GENERAL ADMINISTRATION	12,519.84	16,000.00	(3,480.16)
SCHOOL ADMINISTRATION	26,261.15	23,000.00	3,261.15
CENTRAL SERVICES	5,598.30	11,000.00	(5,401.70)
OPERATIONS & MAINTENANCE	12,418.06	14,000.00	(1,581.94)
STUDENT TRANSPORTATION SERVICES	14,046.67	16,000.00	(1,953.33)
FOOD SERVICE	8,677.37	12,000.00	(3,322.63)
TOTAL EXPENDITURES	254,468.53	\$ 259,264.00	\$ (4,795.47)
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2017	0.00		
UNENCUMBERED CASH, JUNE 30, 2018	\$ 0.00		

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 8 OF 12

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	<u>RURAL EDUCATION ACHIEVEMENT PROGRAM</u>	<u>GIFTS AND GRANTS</u>	<u>CONTINGENCY RESERVE</u>
<u>CASH RECEIPTS</u>			
U.S. DEPT OF EDUCATION	\$ 30,328.00	\$ 0.00	\$ 0.00
DONATIONS, GRANTS & GIFTS	0.00	33,391.44	0.00
TOTAL CASH RECEIPTS	30,328.00	33,391.44	0.00
<u>EXPENDITURES</u>			
INSTRUCTION	30,328.00	31,393.63	0.00
SUPPORT SERVICES:			
INSTRUCTIONAL SUPPORT STAFF	0.00	2,907.76	0.00
OPERATIONS & MAINTENANCE	0.00	123.18	0.00
TOTAL EXPENDITURES	30,328.00	34,424.57	0.00
RECEIPTS OVER (UNDER) EXPENDITURES	0.00	(1,033.13)	0.00
UNENCUMBERED CASH, JULY 1, 2017	0.00	11,442.71	228,840.71
CANCELLED PRIOR YEAR ENCUMBRANCES	0.00	58.38	0.00
UNENCUMBERED CASH, JUNE 30, 2018	\$ 0.00	\$ 10,467.96	\$ 228,840.71

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 9 OF 12

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	TEXTBOOK & STUDENT MATERIAL REVOLVING	TITLE I
<u>CASH RECEIPTS</u>		
STATE OF KANSAS	\$ 0.00	\$ 35,635.00
TEXTBOOK FEES	13,293.06	0.00
CHROMEBOOK FEES	1,270.00	0.00
	<hr/>	<hr/>
TOTAL CASH RECEIPTS	14,563.06	35,635.00
	<hr/>	<hr/>
<u>EXPENDITURES</u>		
INSTRUCTION	2,361.37	35,635.00
	<hr/>	<hr/>
RECEIPTS OVER (UNDER) EXPENDITURES	12,201.69	0.00
	<hr/>	<hr/>
UNENCUMBERED CASH, JULY 1, 2017	11,332.42	0.00
	<hr/>	<hr/>
UNENCUMBERED CASH, JUNE 30, 2018	\$ 23,534.11	\$ 0.00
	<hr/>	<hr/>

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 10 OF 12

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	<u>TITLE II-A - FY18</u>	<u>TITLE II-A - FY16</u>
<u>CASH RECEIPTS</u>		
STATE OF KANSAS	\$ <u>7,972.00</u>	\$ <u>0.00</u>
<u>EXPENDITURES</u>		
INSTRUCTION	<u>7,972.00</u>	<u>0.51</u>
RECEIPTS OVER (UNDER) EXPENDITURES	0.00	(0.51)
UNENCUMBERED CASH, JULY 1, 2017	<u>0.00</u>	<u>0.51</u>
UNENCUMBERED CASH, JUNE 30, 2018	\$ <u><u>0.00</u></u>	\$ <u><u>0.00</u></u>

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 2
PAGE 11 OF 12

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	<u>STEVEN ROLAND DOUGLAS SCHOLARSHIP</u>	<u>MARGARET HOWE CHRISTIAN SCHOLARSHIP</u>	<u>LESTER C. LAWRENCE SCHOLARSHIP</u>
<u>CASH RECEIPTS</u>			
INVESTMENT INTEREST INCOME	\$ 0.00	\$ 9.73	\$ 162.52
DONATIONS	<u>400.00</u>	<u>0.00</u>	<u>0.00</u>
TOTAL CASH RECEIPTS	<u>400.00</u>	<u>9.73</u>	<u>162.52</u>
<u>EXPENDITURES</u>			
SCHOLARSHIPS	<u>200.00</u>	<u>500.00</u>	<u>1,000.00</u>
RECEIPTS OVER (UNDER) EXPENDITURES	200.00	(490.27)	(837.48)
UNENCUMBERED CASH, JULY 1, 2017	<u>5.38</u>	<u>1,815.81</u>	<u>21,341.99</u>
UNENCUMBERED CASH, JUNE 30, 2018	\$ <u><u>205.38</u></u>	\$ <u><u>1,325.54</u></u>	\$ <u><u>20,504.51</u></u>

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS
WASHINGTON COUNTY, KANSAS

SCHEDULE 2
PAGE 12 OF 12

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	<u>ANNA LIKES SCHOLARSHIP</u>	<u>LLOYD WELBORN SCHOLARSHIP</u>	<u>HAROLD & LEOLA WOOD SCHOLARSHIP</u>
<u>CASH RECEIPTS</u>			
INVESTMENT INTEREST INCOME	\$ <u>0.00</u>	\$ <u>11.61</u>	\$ <u>42.45</u>
<u>EXPENDITURES</u>			
SCHOLARSHIP	<u>50.00</u>	<u>200.00</u>	<u>500.00</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(50.00)	(188.39)	(457.55)
UNENCUMBERED CASH, JULY 1, 2017	<u>202.07</u>	<u>2,137.05</u>	<u>5,559.71</u>
UNENCUMBERED CASH, JUNE 30, 2018	\$ <u><u>152.07</u></u>	\$ <u><u>1,948.66</u></u>	\$ <u><u>5,102.16</u></u>

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 3

AGENCY FUNDS
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	BEGINNING CASH BALANCE	CASH RECEIPTS	CASH DISBURSE- MENTS	ENDING CASH BALANCE
STUDENT ORGANIZATION FUNDS				
CLIFTON-CLYDE HIGH SCHOOL:				
CLASS OF 2017	\$ 493.04	\$ 0.00	\$ 0.00	\$ 493.04
CLASS OF 2018	3,080.85	144.41	1,249.43	1,975.83
CLASS OF 2019	3,013.57	5,242.09	4,383.03	3,872.63
CLASS OF 2020	1,359.57	4,246.97	517.35	5,089.19
CLASS OF 2021	94.42	115.00	0.00	209.42
8TH GRADE CLASS	0.00	462.66	238.00	224.66
CC SHARP SHOOTERS	1,800.24	6,756.00	5,564.80	2,991.44
FBLA	3,679.37	16,291.74	16,768.46	3,202.65
FFA	3,874.17	36,907.73	32,973.54	7,808.36
NATIONAL HONOR SOCIETY	1,077.43	1,636.33	1,453.76	1,260.00
SCHOLAR BOWL CLUB	1,094.42	1,005.96	708.81	1,391.57
FCCLA	18.69	3,998.96	2,486.04	1,531.61
STUCO	2,367.04	8,646.10	8,908.42	2,104.72
FORENSICS	393.91	0.00	0.00	393.91
SUBTOTAL CLIFTON-CLYDE HIGH SCHOOL	22,346.72	85,453.95	75,251.64	32,549.03
CLIFTON-CLYDE JUNIOR MIDDLE SCHOOL:				
4TH GRADE	19.95	0.00	19.95	0.00
5TH GRADE	954.98	0.00	935.03	19.95
6TH GRADE	1,593.52	327.95	658.20	1,263.27
7TH GRADE	462.66	1,593.52	487.17	1,569.01
STUCO	1,103.79	40.60	270.71	873.68
SUBTOTAL CLIFTON-CLYDE MIDDLE SCHOOL	4,134.90	1,962.07	2,371.06	3,725.91
SUBTOTAL ALL STUDENT ORGANIZATIONS	26,481.62	87,416.02	77,622.70	36,274.94
<u>PAYROLL CLEARING</u>				
PAYROLL CLEARING - SUMMER INSURANCE	5.59	6,724.22	2,241.34	4,488.47
TOTAL AGENCY FUNDS	\$ 26,487.21	\$ 94,140.24	\$ 79,864.04	\$ 40,763.41

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 4

DISTRICT ACTIVITY FUNDS
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

FUNDS	BEGINNING UNENCUMBERED CASH BALANCE	PRIOR YEAR CANCELLED ENCUMBRANCES	RECEIPTS	EXPENDITURES	ENDING UNENCUMBERED CASH BALANCE	ADD OUTSTANDING ENCUMBRANCES AND ACCOUNTS PAYABLE	ENDING CASH BALANCE
GATE RECEIPT FUNDS							
CLIFTON-CLYDE HIGH SCHOOL ATHLETICS	\$ 3,393.39	\$ 0.00	\$ 28,766.22	\$ 32,026.48	\$ 133.13	\$ 0.00	\$ 133.13
CLIFTON-CLYDE JUNIOR HIGH SCHOOL ATHLETICS	1,874.64	0.00	8,627.91	8,675.98	1,826.57	0.00	1,826.57
SUBTOTAL GATE RECEIPT FUNDS	5,268.03	0.00	37,394.13	40,702.46	1,959.70	0.00	1,959.70
SCHOOL PROJECT FUNDS							
CLIFTON-CLYDE HIGH SCHOOL							
CALENDAR PROJECT	794.90	0.00	60.00	782.50	72.40	0.00	72.40
CROSS COUNTRY	575.22	0.00	0.00	0.00	575.22	0.00	575.22
CONCESSIONS PROJECT	0.04	0.00	30,542.13	30,369.18	172.99	0.00	172.99
VOLLEYBALL	657.07	0.00	769.50	985.60	440.97	0.00	440.97
TRACK	58.25	0.00	0.00	35.00	21.25	0.00	21.25
FACULTY	53.31	0.00	54.00	102.00	5.31	0.00	5.31
LIBRARY	31.59	0.00	9.84	0.00	41.43	0.00	41.43
SALES TAX	349.02	0.00	2,889.53	2,901.86	336.69	0.00	336.69
SPECIAL EDUCATION	119.42	0.00	0.00	0.00	119.42	0.00	119.42
BAND	1,079.84	0.00	8,598.03	6,583.47	3,094.50	0.00	3,094.50
STUDENT	963.03	0.00	1,405.19	727.45	1,640.77	0.00	1,640.77
ART	19.53	0.00	2.50	0.00	22.03	0.00	22.03
TECHNICAL ASSISTANT	230.00	0.00	0.00	0.00	230.00	0.00	230.00
GREENHOUSE	738.35	0.00	1,841.00	491.29	2,088.06	0.00	2,088.06
CHEERLEADERS	1,491.02	0.00	5,158.30	4,265.39	2,383.93	0.00	2,383.93
BOYS BASKETBALL	520.05	0.00	708.00	1,065.90	162.15	0.00	162.15
GIRLS BASKETBALL	181.31	0.00	1,844.61	1,913.56	112.36	0.00	112.36
WEIGHT LIFTERS	0.92	0.00	0.00	0.00	0.92	0.00	0.92
EAGLE FOOTBALL	462.09	0.00	7,831.36	7,074.37	1,219.08	0.00	1,219.08
YEARBOOK CLASS	1,304.73	0.00	396.36	764.47	936.62	0.00	936.62
SHOP	17.58	0.00	0.00	0.00	17.58	0.00	17.58
EAGLE BAKERY	0.00	0.00	79.15	52.16	26.99	0.00	26.99
SUBTOTAL CLIFTON-CLYDE HIGH SCHOOL	9,645.37	0.00	62,189.50	58,114.20	13,720.67	0.00	13,720.67
CLIFTON-CLYDE MIDDLE SCHOOL							
PEP CLUB	99.94	0.00	2,150.07	402.64	1,847.37	0.00	1,847.37
MUSIC	514.44	0.00	1,974.18	2,488.62	0.00	0.00	0.00
FACULTY	47.00	0.00	77.00	124.00	0.00	0.00	0.00
YEARBOOK	1,519.16	0.00	4,769.27	3,375.39	2,913.04	0.00	2,913.04
STUDENT ACTIVITY PROJECTS	8,262.57	0.00	5,337.85	6,473.31	7,127.11	0.00	7,127.11
SUBTOTAL CLIFTON-CLYDE MIDDLE SCHOOL	10,443.11	0.00	14,308.37	12,863.96	11,887.52	0.00	11,887.52
CLIFTON GRADE SCHOOL							
STUDENT ACTIVITY PROJECTS	2,867.18	0.00	604.07	1,208.30	2,262.95	0.00	2,262.95
SUBTOTAL CLIFTON GRADE SCHOOL	2,867.18	0.00	604.07	1,208.30	2,262.95	0.00	2,262.95
SUBTOTAL SCHOOL PROJECT FUNDS	22,955.66	0.00	77,101.94	72,186.46	27,871.14	0.00	27,871.14
TOTAL DISTRICT ACTIVITY FUNDS	\$ 28,223.69	\$ 0.00	\$ 114,496.07	\$ 112,888.92	\$ 29,830.84	\$ 0.00	\$ 29,830.84

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

OTHER SUPPLEMENTARY INFORMATION

CLIFTON-CLYDE UNIFIED SCHOOL DISTRICT NO. 224
CLYDE, KANSAS

SCHEDULE 5

COMPARISON OF DEPOSITORY SECURITY WITH FUNDS ON DEPOSIT

JUNE 30, 2018

	F.D.I.C. COVERAGE	SECURITY PLEDGED		TOTAL COVERAGE	FUNDS ON DEPOSIT 6/30/2018	FUNDS AT RISK 6/30/2018
		PAR VALUE	MARKET VALUE			
<u>BANK</u>						
KAW VALLEY STATE BANK, CLIFTON, KANSAS-- DEMAND DEPOSITS FOR FDIC PURPOSES	\$ 19,720.95				\$ 19,720.95	
TIME DEPOSITS FOR FDIC PURPOSES	250,000.00				761,119.12	
SUBTOTAL	269,720.95	\$ 1,377,676.84	\$ 1,359,606.91	\$ 1,629,327.86	780,840.07	\$ 0.00
ELK STATE BANK, CLYDE, KANSAS-- TIME DEPOSITS FOR FDIC PURPOSES	250,000.00				447,682.24	
SUBTOTAL	250,000.00	663,784.24	683,622.79	933,622.79	447,682.24	0.00
AMERICAN STATE BANK, CLYDE, KANSAS-- TIME DEPOSITS FOR FDIC PURPOSES	29,238.32				29,238.32	
SUBTOTAL	29,238.32	0.00	0.00	29,238.32	29,238.32	0.00
TOTALS	\$ 548,959.27	\$ 2,041,461.08	\$ 2,043,229.70	\$ 2,592,188.97	\$ 1,257,760.63	\$ 0.00